

<p align="center"><b>2003-2004</b> <b>ANNUAL REPORT</b></p>
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## CAPITAL IMPROVEMENT PROGRAM FUNDS (CONT'D.)

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### City Hall Renovation Construction Fund

The City Hall Renovation Construction Fund was established in 2002-2003 to account for the revenues and construction costs related to the renovation of the existing City Hall.

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#### *City Hall Renovation Construction Fund*

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>	<b>Percent Variance</b>
<i>Revenue</i>	\$ 600	\$ 600	\$ -	0.0%
<i>Expenditure</i>	2,690	2,660	30	1.1%
<i>Fund Balance (est. *)</i>	30 *	31	1	3.3%

Commercial paper proceeds in the amount of \$600,000 were received as budgeted.

The expenditure variance of \$30,000 reflected lower than anticipated expenditures in the City Hall Renovation project appropriation. These funds were rebudgeted as part of the 2004-2005 Adopted Capital Budget. However, because these funds are no longer necessary, an adjustment is recommended in this document to reduce the 2004-2005 allocation.

During 2003-2004, it was determined that this project would not be proceeding at this time and the \$2.4 million loan from the Sewage Treatment Plant Connection Fee Fund that was used to provide the initial funding for the project was repaid. To repay this loan, a combination of unexpended funds (\$1.8 million) and commercial paper (\$600,000) was used.

The 2003-2004 ending fund balance was \$1,000 above the estimate used in the development of the 2004-2005 Adopted Capital Budget due to slightly lower than anticipated expenditures and only a minimal amount of interest earnings.